

# CERTIFICATION

June 19, 2012

I, Bruce R. Range, Director of Insurance of the State of Nebraska, do hereby certify that the attached is a full and correct copy of

Report of Examination of Financial Condition

**World Corp Insurance Company**  
as of

December 31, 2010

and is now on file and forming a part of the records of this Department.

I hereto subscribe my name under the seal of my office at Lincoln, Nebraska.



*Bruce R. Range*

DIRECTOR OF INSURANCE

**WORLD CORP INSURANCE COMPANY**

**11808 GRANT STREET**

**OMAHA, NEBRASKA 68164**

**Financial Condition**

**Report of Examination**

**as of**

**December 31, 2010**

**STATE OF NEBRASKA  
DEPARTMENT OF INSURANCE**

**JUN 19 2012**

**FILED**

**States Participating**

**Nebraska and Iowa**

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Omaha, Nebraska  
June 1, 2012

Honorable Joseph Torti, III  
Chairman, Financial Condition (E) Committee, NAIC  
Superintendent of Insurance & Banking  
Rhode Island Division of Insurance  
1511 Pontiac Avenue, Bldg #69-2  
Cranston, Rhode Island 02920

Honorable John M. Huff  
Chair, Midwestern Zone, NAIC  
Director of Insurance  
Missouri Department of Insurance  
301 W. High Street, Suite 530  
Jefferson City, Missouri 65101

Honorable Susan E. Voss  
Commissioner of Insurance  
Iowa Insurance Division  
330 Maple Street  
Des Moines, Iowa 50319

Honorable Bruce R. Ramage  
Director of Insurance  
Nebraska Department of Insurance  
941 "O" Street, Suite 400  
Lincoln, Nebraska 68508

Sirs and Madam:

Pursuant to your instructions and authorization, and in accordance with statutory requirements, an Association Examination has been conducted of the financial condition and business affairs of the

**WORLD CORP INSURANCE COMPANY**

which has its Statutory Home Office located at:

11808 Grant Street  
Omaha, Nebraska 68164

with its Principal Executive Offices located at:

601 Sixth Avenue  
Des Moines, Iowa 50309

(hereinafter also referred to as the “Company”) and the report of such examination is respectfully presented herein.

### **INTRODUCTION**

The Company was last examined as of December 31, 2005, with examiners from the state of Nebraska participating therein. The current financial condition examination covered the period from January 1, 2006 to December 31, 2010, and included such subsequent events and transactions as were considered pertinent. Examiners from the States of Nebraska and Iowa participated in this examination and assisted in the preparation of this report.

### **SCOPE OF EXAMINATION**

The examination was completed under coordination of the holding company group approach with the Iowa Office of the Commissioner of Insurance as the coordinating state and the Nebraska Department of Insurance. The examined companies consist of one Iowa domesticated insurer – American Republic Insurance Company and three Nebraska domesticated insurers – World Insurance Company, World Corp Insurance Company, and American Republic Corp Insurance Company. All affiliates benefit to a large degree from common management, systems and processes, and internal control and risk management functions that are administered at the consolidated or business unit level.

The coordinated examination applied procedures sufficient to comprise a full scope financial examination of each of the companies in accordance with the examination procedures and standards promulgated by the NAIC and by the respective state insurance departments where the companies are domiciled. The objective is to enable each domestic state to report on their respective companies' financial condition and to summarize key results of examination procedures.

The examination was conducted pursuant to and in accordance with both the NAIC Financial Condition Examiners Handbook and Section 44-5904(1) of the Nebraska Insurance Statutes. The Handbook requires that examiners plan and perform the examination to evaluate the financial condition and identify prospective risks of the Company by obtaining information about the Company including corporate governance, identifying and assessing inherent risks within the Company, and evaluating system controls and procedures used to mitigate those risks. The examination also includes assessing the principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation, management's compliance with Statutory Accounting Principles and Annual Statement instructions when applicable to domestic state regulations.

A general review and survey was made of the Company's operations and the manner in which its business has been conducted in order to determine compliance with statutory and charter provisions. Its history was traced and has been summarized in this report under the caption "Description of Company". All items pertaining to management and control were reviewed, including provisions for disclosure of conflicts of interest to the Board of Directors and the departmental organization of the Company. The Articles of Incorporation and By-Laws were reviewed, including appropriate filings of any

changes or amendments thereto. The minutes of the meetings of the stockholders, Board of Directors and committees held during the examination period were read and noted. Attendance at meetings, proxy information, election of Directors and Officers, and approval of investment transactions were noted.

The fidelity bond and other insurance coverages protecting the Company's property and interests were reviewed. Certificates of Authority to conduct the business of insurance in the various states were inspected and a survey was made of the Company's general plan of operation.

Data reflecting the Company's growth during the period under review, as developed from the Company's filed Annual Statements for the examination period, is reflected in the "Body of Report" section of this report.

The Company's reinsurance facilities were ascertained and noted, and have been commented upon in this report under the caption "Reinsurance". Accounting records and procedures were tested to the extent deemed necessary, including a review of internal controls and allocation procedures. Its method of claim handling and all procedures pertaining to the adjustment and payment of incurred losses were also noted.

The assets were verified and evaluated and the liabilities and reserves determined, as deemed necessary by the pre-planning process, in order to present herein a statement of the Company's financial condition as of December 31, 2010. This included a review of the work papers prepared by Ernst & Young LLP, the Company's auditors, during their audit of the Company's accounts for the year-ended December 31, 2010. A portion of the auditors' work papers have been incorporated into the work papers of the examiners and have been utilized in determining the scope and areas of emphasis in

conducting the examination. Said utilization was performed pursuant to Title 210 (Rules of Nebraska Department of Insurance), Chapter 56, Section 013.

## **DESCRIPTION OF COMPANY**

### **History**

The Company was incorporated on March 16, 1960 under the laws of the State of North Carolina as a stock accident and health insurance company under the name Mid-South Insurance Company, with its home office in Fayetteville, North Carolina. In 1972, the Articles of Incorporation were amended to include authority to write life insurance in all forms, including annuities.

Effective February 29, 1996, the stockholders of the Company approved and adopted an Agreement and Plan of Merger with Trigon Insurance Company (TIC) (d/b/a Trigon Blue Cross Blue Shield, formerly Blue Cross Blue Shield of Virginia). Under the terms of the agreement, the Company became a wholly-owned subsidiary of TIC, Virginia's largest managed healthcare company. Each share of the Company's common stock was canceled and converted into \$15.67 in cash.

A reorganization of the holding company structure of TIC was accomplished effective July 31, 1997. Through the reorganization, the direct ownership of the Company was restructured such that it became a wholly-owned subsidiary of Monticello Service Agency, Inc. (MSA), who was a wholly-owned subsidiary of Trigon Healthcare, Inc. (THI). THI had previously been established as the organization's ultimate parent on February 5, 1997 pursuant to a Plan of Demutualization by TIC. Management and ultimate control of the Company did not change as a result of this restructuring.

Effective June 1, 2000, World Insurance Company (World) entered into a Stock Purchase Agreement, dated as of March 1, 2000, by and between World as buyer, MSA as seller, and THI to acquire 100% of the stock of the Company. Effective June 1, 2000 and pursuant to a Redomestication Order entered by the Nebraska Department of Insurance, the Company was redomiciled as a Nebraska corporation with its home office and principal executive office in Omaha, Nebraska.

On January 13, 2004, ultimate control changed to American Republic Mutual Holding Co. World reorganized at the beginning of 2004 by demutualizing and establishing a mutual holding company, World Mutual Holding Co., which then merged with and into American Republic Mutual Holding Co.

Effective March 17, 2006, the Company filed its Amended Articles of Incorporation with the Nebraska Department of Insurance and the Secretary of State of the State of Nebraska to change its name to World Corp Insurance Company.

The Company's current certificate of authority authorizes it to write Life and Sickness and Accident insurance in the State of Nebraska pursuant to Neb. Rev. Stat. Section 44-201.

## **Management and Control**

### **Holding Company**

The Company is a member of an insurance holding company system as defined by Nebraska Statute. Following is an organization listing flowing from the "Ultimate Controlling Person" as reported in its 2010 Annual Statement:

American Enterprise Mutual Holding Company  
American Enterprise Group, Inc.  
American Republic Insurance Company  
American Republic Equities Corporation  
American Republic Corp Insurance Company

Americare Marketing, LLC  
American Enterprise Services Company  
The Entrecor Group, Inc.  
World Insurance Company  
World Corp Insurance Company  
WICO, Inc.  
Western Reserve Administrative Services

### **Shareholder**

Article VII of the Company's Articles of Incorporation state, "the aggregate number of shares of stock that the Company is authorized to issue is Six Million (6,000,000) shares of common stock, each with a par value of One Dollar (\$1.00) per share". Capital stock outstanding at December 31, 2010 totaled \$5,446,696 divided into 5,446,696 shares. Gross paid-in and contributed surplus remained at \$25,436,438 throughout the examination period. The Company's parent, World Insurance Company, contributed \$10,000,000 to the Company at the time the Company was purchased in 2000. The Company paid no dividends during the period under review.

Article III of the Company's By-Laws state, "the annual meeting of the shareholders for the election of Directors and for the transaction of such other business as may properly come before the meeting shall be held on the first Tuesday in March of each year, or at such other date as the Board of Directors should fix, which date should be on or before the thirtieth day of June in each and every calendar year".

### **Board of Directors**

Article IX of the Company's Articles of Incorporation state, "the number of Directors constituting the Board of Directors upon adoption of these Amended and Restated Articles of Incorporation shall not be less than five and at least one Director must be a resident of Nebraska. . The total number of Directors shall be divided into three classes, as nearly equal in number as possible. Each Director shall serve a term of approximately three years, except where it is

necessary to fix a shorter term in order to establish or preserve the classification”. The By-Laws state that, “the exact number of Directors shall be determined from time to time by resolution of the Board of Directors”.

Members of the Company's Board of Directors, together with their principal occupation and the expiration year of their current term, duly elected and serving at December 31, 2010, were as follows:

<b><u>Name and Residence</u></b>	<b><u>Principal Occupation</u></b>	<b><u>Term Expire</u></b>
Michael E. Abbott Des Moines, IA	Chairman, President, and Chief Executive Officer, American Enterprise Mutual Holding Company	2011*
Brian S. Fellner West Des Moines, IA	Senior Vice President, Chief Financial Officer and Treasurer, American Enterprise Mutual Holding Company	2011*
Tom D. Eilers Omaha, NE	Retired, Former Chairman and President of World Insurance Company	2012
Michael C. Fitzgerald Des Moines, IA	Vice President, General Counsel, and Assistant Secretary, American Enterprise Mutual Holding Company	2012
Michele M. Barker Des Moines, IA	Assistant Vice President and Assistant General Counsel, American Enterprise Services Company	2013

\* Re-elected in 2011 for a term expiring in 2014.

All Directors of American Enterprise Mutual Holding Company, American Enterprise Group, Inc., and certain direct owned subsidiaries of the holding company consisting of American Enterprise Services Company, American Republic Insurance Company, and World Insurance Company receive compensation paid by American Enterprise Group, Inc. An annual retainer fee in the amount of \$35,000 is paid in equal monthly installments on the last day of

each month to each Director to compensate the Director for services as a Director of the holding company and its affiliates.

### **Officers**

The By-Laws provide that, “the Executive Officers of the corporation shall be a Chairman of the Board, a President, one of who shall be designated by the Board as the Chief Executive Officer, and a Secretary. The Company shall have such other Officers as may from time to time be appointed by the Chief Executive Officer. One person may hold the offices and perform the duties of any two or more said offices.”

Executive Officers elected and serving the Company at December 31, 2010 were as follows:

<b><u>Name</u></b>	<b><u>Title</u></b>
Michael E. Abbott	Chairman of the Board, President, and Chief Executive Officer
Mary K. Durand	Secretary

The following appointed Officers were serving the Company at December 31, 2010:

<b><u>Name</u></b>	<b><u>Title</u></b>
Brian S. Fellner	Senior Vice President, Chief Financial Officer, and Treasurer
Michael C. Fitzgerald	General Counsel
Elizabeth A. Powell	Senior Vice President Health Markets
Thomas W. Peterson	Senior Vice President Medicare Markets

### **Committees**

The Company’s By-Laws allow the Board to appoint such committees as may in its judgment be necessary. An Investment Committee has been set in the Investment Policy which is approved by the Board of Directors. The following were members at December 31, 2010:

Michael E. Abbott  
Alton R. Cogert  
Brian S. Fellner

American Enterprise Mutual Holding Company's (AEMHC) Audit Committee is the Audit Committee serving the entire holding company system, including the Company. The Audit Committee consists of the members of AEMHC's Board of Directors.

**Transactions/Agreements with Affiliates**

The Company and its affiliates are parties to an Employee Services Agreement (ESA). The effective date of the Agreement is January 1, 2007. The ESA provides for sharing of services between the entities, which include, but are not limited to: financial services, technology services, customer service center, human resources, legal, marketing, risk selection, facility management, executive, medical and network management, claims, sales, and product management. Charges for services provided are to be determined in accordance with fair and reasonable standards. Each recipient company agrees to reimburse the service provider for all direct cost incurred on their behalf. Direct costs include all costs incident to any employees or independent contractors employed or retained in rendering the service including compensation, benefits and taxes, and the cost of other reasonable and necessary business expenses. The net amount of services and materials received and provided during 2010 was \$75,965.

The Company's reinsurance agreement with American Republic Insurance Company is described in this report under the caption "Reinsurance".

The Company also is a party to the Tax Allocation Agreement with American Enterprise Mutual Holding Company and all of its wholly-owned subsidiaries which file a consolidated federal income tax return. The consolidated federal income tax liability or benefit of each member shall be

that amount, which each would be required to pay as federal income taxes or be entitled to as an income tax benefit if they had each filed an income tax return on a separate return basis.

**Territory and Plan of Operation**

As evidenced by current or continuous Certificates of Authority, the Company holds Certificates of Authority as an insurance company, with full rights and authority to do business, as set forth under the laws and regulations of the following states and territories as of December 31, 2010:

Alabama	Indiana	Montana	South Carolina
Arizona	Iowa	Nebraska	South Dakota
Arkansas	Kansas	Nevada	Tennessee
Colorado	Kentucky	New Mexico	Texas
Delaware	Louisiana	North Carolina	Utah
District of Columbia	Maryland	North Dakota	Virgin Islands
Florida	Michigan	Ohio	Virginia*
Georgia	Minnesota	Oklahoma	West Virginia
Idaho	Mississippi	Oregon	Wisconsin
Illinois	Missouri	Pennsylvania	Wyoming

\* Under the name of World Corp of Virginia Insurance Company

As of December 31, 2010 the Company is marketing using a consumer self-directed model with an online quote process in the eleven states listed below:

Alabama	North Carolina	Nevada
Arkansas	South Carolina	Mississippi
Colorado	Pennsylvania	Utah
Indiana	Missouri	

Business is produced under distribution networks provided by IMO (Independent Marketing Organizations) and GA (General Agencies).

**Reinsurance**

The Company and United Teacher Associates Insurance Company (UTA) entered into a Coinsurance Agreement effective October 1, 1998, providing for indemnity insurance on certain

annuity, supplementary, and life contracts on a 100% quota-share plan. Subsequent to the purchase of the Company by World Insurance Company (World) this coinsurance agreement converted to a 100% Assumption Reinsurance Agreement upon the approval of the North Carolina Department of Insurance.

Specific excess major medical reinsurance agreements indemnify the Company for ultimate net losses on Individual Major Medical Individual Medical Expense policies. These policies comprised the Company’s Health Plan block of business that was in-force when the Company was purchased by World. This block of business is currently in run-off.

The following schedule is provided to illustrate the coverage’s in effect during this examination period:

<u>Year</u>	<u>Retention</u>	<u>Reinsurer</u>	<u>Terms</u>
2006	\$700,000	ReliaStar Life	100% of excess on all major medical, maximum \$4,300,000
2007	\$700,000	ReliaStar Life	100% of excess on all major medical, maximum \$4,300,000
2008	\$700,000	ReliaStar Life	100% of excess on all major medical, maximum \$4,300,000
2009	\$750,000	ReliaStar Life	100% of excess on all major medical, maximum \$4,250,000
2010	\$750,000	ReliaStar Life	100% of excess on all major medical, maximum \$4,250,000

Effective February 9, 2005, the Company contracted with two reinsurers, Fairmont Premier Ins. Co. and New Hampshire Ins. Co., each responsible for 50% of the liability, to cover medical catastrophic events exceeding a \$700,000 retention limit and involving three or more lives in the same occurrence, up to the \$4,300,000 maximum. The Company terminated this coverage with both reinsurers on February 9, 2009.

On April 1, 2010, the Company entered into an intercompany coinsurance agreement to cede 100% of its major medical business, except for certain exempted business as set forth in the agreement, to an affiliate American Republic Insurance Company. There was a total of \$797,950 in premium paid under this agreement during 2010.

Each of the Company's reinsurance agreements contain an appropriate insolvency clause and termination provisions providing adequate notice of cancellation, as well as intermediary clauses where necessary.

### **BODY OF REPORT**

#### **Growth**

The following comparative data reflects the growth of the Company during the period covered by this examination:

	<b><u>2006</u></b>	<b><u>2007</u></b>	<b><u>2008</u></b>	<b><u>2009</u></b>	<b><u>2010</u></b>
Admitted assets	\$23,694,539	\$23,198,424	\$23,327,103	\$22,983,536	\$23,308,315
Total liabilities	1,355,432	962,619	999,272	819,830	662,329
Capital and surplus	22,339,107	22,235,805	22,327,831	22,163,706	22,645,986
Premiums	2,066,523	1,654,833	1,950,350	1,657,799	322,301
Net investment income	1,120,489	1,135,260	1,123,766	1,115,735	1,032,821
Net income	857,285	(156,686)	60,421	(185,351)	313,266

#### **Financial Statements**

The following statement of admitted assets and liabilities, together with the accompanying summary of operations, reflect the financial condition of the Company as of December 31, 2010, and its transactions for the year 2010 as determined through this examination. A reconciliation of the surplus account for the most recent five-year period is also included:

**FINANCIAL STATEMENT**  
**December 31, 2010**

<b><u>Assets</u></b>	<b><u>Ledger</u></b> <b><u>Assets</u></b>	<b><u>Non-Admitted</u></b> <b><u>Assets</u></b>	<b><u>Net</u></b> <b><u>Admitted</u></b> <b><u>Assets</u></b>
Bonds	\$21,448,463		\$21,448,463
Cash and short-term investments	1,123,374		1,123,374
Receivables for securities	<u>9,063</u>		<u>9,063</u>
Subtotals, cash and invested assets	\$22,580,900		\$22,580,900
Investment income due and accrued	264,591		264,591
Amounts recoverable from reinsurers	217,626		217,626
Other amounts receivable under reinsurance contracts	202,635		202,635
Net deferred tax asset	101,187	\$ 80,253	20,934
Guaranty funds receivable	16,226		16,226
Health care receivable	4,553	4,553	
Miscellaneous receivables	5,403		5,403
Interest maintenance reserve asset	<u>41,924</u>	<u>41,924</u>	<u>          </u>
Totals	<u>\$23,435,045</u>	<u>\$126,730</u>	<u>\$23,308,315</u>
 <b><u>Liabilities, Surplus and Other Funds</u></b>			
Other amounts payable on reinsurance			\$ 270,143
Commissions to agents due or accrued			490
General expenses due or accrued			25,239
Taxes, licenses and fees due or accrued			45,973
Current federal income taxes			150,292
Amounts held for agents' account			19,938
Remittances and items not allocated			1,314
Asset valuation reserve			72,910
Payable to parent			72,346
Abandoned property reserve			<u>3,684</u>
Total liabilities			<u>\$ 662,329</u>
Common capital stock			\$ 5,446,696
Gross paid in and contributed surplus			25,436,438
Unassigned funds (surplus)			<u>(8,237,148)</u>
Total capital and surplus			<u>\$22,645,986</u>
Total			<u>\$23,308,315</u>

**SUMMARY OF OPERATIONS - 2010**

Premiums	\$ 332,301
Net investment income	1,032,821
Amortization of interest maintenance reserve	(49,762)
Commissions and expense allowances on reinsurance ceded	553,929
Miscellaneous income	<u>277</u>
 Total	 <u>\$1,859,566</u>
 Disability benefits and benefits under accident and health contracts	 \$ 281,978
Increase in aggregate reserves for accident and health policies	<u>(12,318)</u>
 Total	 <u>\$ 269,660</u>
 Commissions on premium	 \$ 108,386
General insurance expenses	936,980
Insurance taxes, licenses and fees	77,564
Miscellaneous income	<u>175</u>
 Total	 <u>\$1,392,765</u>
 Net gain before federal income taxes	 \$ 466,801
Federal income taxes incurred	<u>75,142</u>
 Net income	 <u>\$ 313,266</u>

**CAPITAL AND SURPLUS ACCOUNT**

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
Capital and surplus, beginning	\$21,383,715	\$22,339,107	\$22,235,805	\$22,327,831	\$22,163,706
Net income	\$ 857,285	\$ (156,686)	\$ 60,421	(185,351)	313,266
Change in net deferred income tax	(7,381)	(601)	2,953	13,264	(93,831)
Change in non admitted assets	107,647	59,546	109,071	(8,203)	205,674
Change in asset valuation reserve	<u>(2,159)</u>	<u>(5,561)</u>	<u>(80,419)</u>	<u>16,165</u>	<u>57,171</u>
 Net change for the year	 <u>\$ 955,392</u>	 <u>\$ (103,302)</u>	 <u>\$ 92,026</u>	 <u>\$ (164,125)</u>	 <u>\$ 482,280</u>
 Capital and surplus, ending	 <u>\$22,339,107</u>	 <u>\$22,235,805</u>	 <u>\$22,327,831</u>	 <u>\$22,163,706</u>	 <u>\$22,645,986</u>

### **Examination Changes in Financial Statements**

Unassigned funds (surplus) in the amount of \$(8,237,148), as reported by the Company in its 2010 Annual Statement, has been accepted for purposes of this examination.

### **Compliance with Previous Recommendations**

The recommendations contained in the last previous report of examination are reflected below together with the remedial actions taken by the Company.

**Information Systems – Business Continuity Plan and Disaster Recovery Plan** - It is recommended that the Company begin performing Business Impact Analysis, which should include quantitative decision-making and qualitative decision-making. The Company should proceed in a timely manner to establish an alternative back-up facility.

**Action:** The Company has complied

**Information Systems – Program Change Controls** - It is recommended that the Company implement a change control process that prevents unauthorized changes from being performed on programs after the completion of testing, but before being transferred into the production environment, thereby securing the staging library from unauthorized access.

**Action:** The Company has complied

### **Commentary on Current Examination Findings**

The following comments and recommendations have been made as a result of this examination:

#### **Custodial Agreement**

The Company's securities are held with a custodial bank. A review of the custodial agreement noted that it did not contain all of the provisions related to safeguards and controls of securities pursuant to Title 210 (Nebraska Department of Insurance Rules and Regulations), Chapter 81 in particular 003.02(b), 003.02(f), 003.02(g), 003.02(g)(i), 003.02(g)(ii), 003.02(i), 003.02(j), 003.02(n), and 003.02(o).

It is recommended that the Company revise its custodial agreement to include all provisions related to safeguards and controls of securities pursuant to Title 210 (Nebraska Department of Insurance Rules and Regulations), Chapter 81.

### **SUMMARY OF COMMENTS AND RECOMMENDATIONS**

1. **Custodial Agreement** - It is recommended that the Company revise its custodial agreement to include all provisions related to safeguards and controls of securities pursuant to Title 210 (Nebraska Department of Insurance Rules and Regulations), Chapter 81.

## ACKNOWLEDGEMENT

The courtesy and cooperation extended by the Officers and employees of the Company during the course of this examination is hereby acknowledged.

In addition to the undersigned, Kimberly A. Hurst, CFE, Financial Examiner; Bill Schmid, Information Systems Specialist, both with the Nebraska Department of Insurance; and Financial Examiners, Information Systems Specialist, and Actuarial Examiner with or contracted by the Iowa Office of the Commissioner of Insurance, participated in this examination and assisted in the preparation of this report.

Respectfully submitted,



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Linda K. Scholl, CFE  
Examiner-in-Charge  
Nebraska Department of Insurance

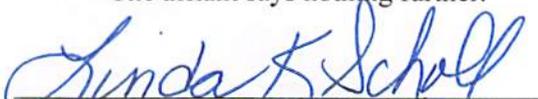
State of Nebraska,

County of Lancaster,

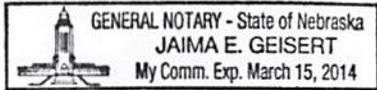
Linda K. Scholl, being duly sworn, states as follows:

1. I have authority to represent the Department of Insurance of the State of Nebraska in the examination of World Corp Insurance Company.
2. The Department of Insurance of the State of Nebraska is accredited under the National Association of Insurance Commissioners Financial Regulation Standards and Accreditation.
3. I have reviewed the examination work papers and examination report, and the examination of World Corp Insurance Company was performed in a manner consistent with the standards and procedures required by the Department of Insurance of the State of Nebraska.

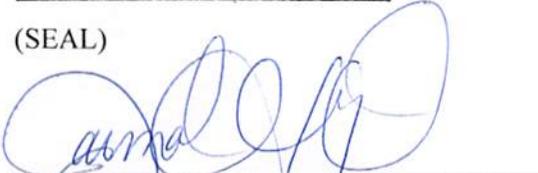
The affiant says nothing further.

  
Examiner-in-Charge's Signature

Subscribed and sworn before me by \_\_\_\_\_ on this 21 day of June, 20 12.



(SEAL)

  
Notary Public

My commission expires March 15, 2014 [date].

**AFFIDAVIT**

Affidavit of: Michael E. Abbott, Chairman

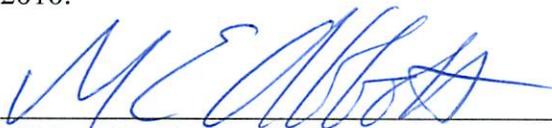
State: Iowa

County: Polk

Michael E. Abbott, Affiant, of lawful age and being duly sworn upon oath states as follows:

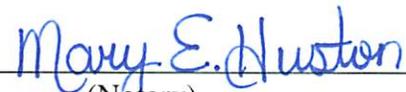
I hereby certify that I am a member of the Board of Directors of World Corp Insurance Company.

I hereby certify that I received for the State of Nebraska a copy of the World Corp Insurance Company Financial Condition Report of Examination as of December 31, 2010.

  
\_\_\_\_\_  
Michael E. Abbott, Chairman

Subscribed and sworn on this 9 day of July, 2012, and known to me to be the Chairman of World Corp Insurance Company.

Witness My Hand and Official Seal

  
\_\_\_\_\_  
(Notary)

SEAL

My Commission expires 12-9-12

01-6-01

**AFFIDAVIT**

Affidavit of: Michelle M. Casper Barker, Director

State: Iowa

County: Polk

Michelle M. Casper Barker, Affiant, of lawful age and being duly sworn upon oath states as follows:

I hereby certify that I am a member of the Board of Directors of World Corp Insurance Company.

I hereby certify that I received for the State of Nebraska a copy of the World Corp Insurance Company Financial Condition Report of Examination as of December 31, 2010.

Michelle M Casper Barker  
Michelle M. Casper Barker, Director

Subscribed and sworn on this 3rd day of July, 2012, and known to me to be a Director of World Corp Insurance Company.

Witness My Hand and Official Seal

Mary E. Huston  
(Notary)

SEAL

My Commission expires 12-9-12

07-09-12

**AFFIDAVIT**

Affidavit of: Tom D. Eilers, Director

State: Nebraska

County: Douglas

Tom D. Eilers, Affiant, of lawful age and being duly sworn upon oath states as follows:

I hereby certify that I am a member of the Board of Directors of World Insurance Company.

I hereby certify that I received for the State of Nebraska a copy of the World Insurance Company Financial Condition Report of Examination as of December 31, 2010, and Management Letter.

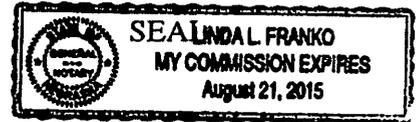
Tom D. Eilers  
Tom D. Eilers, Director

Subscribed and sworn on this 9 day of July, 2012, and known to me to be a Director of World Insurance Company.

Witness My Hand and Official Seal

Linda L. Franko  
(Notary)

My Commission expires 8-21-2015



**AFFIDAVIT**

Affidavit of: Brian S. Fellner, Director

State: Iowa

County: Polk

Brian S. Fellner, Affiant, of lawful age and being duly sworn upon oath states as follows:

I hereby certify that I am a member of the Board of Directors of World Corp Insurance Company.

I hereby certify that I received for the State of Nebraska a copy of the World Corp Insurance Company Financial Condition Report of Examination as of December 31, 2010.



\_\_\_\_\_  
Brian S. Fellner, Director

Subscribed and sworn on this 9 day of July, 2012, and known to me to be a Director of World Corp Insurance Company.

Witness My Hand and Official Seal

  
\_\_\_\_\_  
(Notary)

*07-09-12*

SEAL

My Commission expires 12-9-12

AFFIDAVIT

Affidavit of: Timothy J. Hall, Director

State:   Iowa  

County:   Polk  

Timothy J. Hall, Affiant, of lawful age and being duly sworn upon oath states as follows:

I hereby certify that I am a member of the Board of Directors of World Corp Insurance Company.

I hereby certify that I received for the State of Nebraska a copy of the World Corp Insurance Company Financial Condition Report of Examination as of December 31, 2010.

  
\_\_\_\_\_  
Timothy J. Hall, Director

Subscribed and sworn on this   11   day of July, 2012, and known to me to be a Director of World Corp Insurance Company.

Witness My Hand and Official Seal

  Mary E. Huston    
(Notary)

SEAL

My Commission expires   12-9-12  

*12-9-12*